STATE ACTIONS

Governor's Office of Planning and Budget Resource Development Coordinating Committee P.O. Box 145610

1594 W. North Temple, Suite 3710 SLC, UT 84114-5610

538-5535

1. Administering State Agency
Division of Oil, Gas and Mining

2. Approximate date project will start: Expanding an existing small mining operation (<5

acres) to a large mining operation.

3. Areawide clearinghouse(s) receiving state action: (to be sent out by agency in block 1)

John Williams

Five County Association of Governments

906 North 1400 west

P.O. Box 1550

St. George, Utah 84771

4. Type of action: //Lease /X/Permit //License //Land Acquisition

//Land Sale //Land Exchange //Other

5. Title of proposed action:

WUCC-Palladon Mine, M/001/067, Western Utah Copper Company

6. Description:

During Operations: WUCC will expand an existing open pit (Hidden Treasure) that was operated by other operators prior to the 1975 mining law. Ore will also be obtained from the existing West OK mine stockpile. Mining will be conducted by: drilling, blasting, and excavation; ore will be trucked to the facility and waste rock will be hauled with end dump trucks and placed on top the existing Hidden Treasure waste rock dump. The Hidden Treasure waste dump will be expanded from its current footprint during the course of operations. Ore from both the Hidden Treasure pit and the West OK stockpile will be processed in the mill/concentrator and the resultant concentrate will be transported by truck and rail offsite for final processing. Water used in the process will be stored within a secondary containment and recycled; no ponds will be needed. Tailings will be generated from the high grade ore processing, dewatered, and then trucked from the mill site to the nearby tailings disposal repository located approximately 1400 feet south of the concentrator. The operation area including roads and crusher will be watered to reduce dust.

After Operations: Mining related facilities will be removed, demolished, and reclaimed following mining. All trash, oil, fuel, equipment, debris and structures will be removed. All process facilities including the concentrator will be dismantled and disposed of off site. All tanks and containers associated with the processing system will be removed from the site, including chemicals, wastes, or other materials they may contain. Any remaining concrete in the vicinity of the processing facilities will be broken up, buried on site, and covered with 3-5 feet of fill prior to topsoil application. Water supply and monitor wells will be plugged and abandoned in accordance with the requirements of the State Engineer.

The waste rock dumps will be graded to 3H: 1V and ripped to a depth of 24 inches after the topsoil is spread. The surfaces will be reseeded using broadcast methods. Road spurs into the pit and dump areas will be fully regraded, deep-ripped, and seeded. Road spurs into the pit and dump areas will be demolished, regraded, deep ripped and reclaimed. The West OK ore stockpile footprint will be regraded, topsoiled and reseeded. A single seed mix is proposed for all reclaimed surfaces. The Hidden Treasure 300 feet deep pit will remain. A variance has been requested to allow a 50-55 degree pit highwall and to not require revegetation in the pit. Four feet high safety berms will be built around the pit and warning signs posted every 150 feet upon reclamation.

7. Land affected (site location map required) (indicate county) - Portions of Township 27 South Range 11 West, SLBM, Beaver County, Utah. Portions of Sections 6, 7, 8, 15, 16, 17, 18, 20, 21, 22, 27, 28, and 34. UTM's 314,257 East 4,261,409 North 8. Jordan River Natural Areas Forum review – If the proposed action affects lands within the Jordan River Natural Areas Corridor. (to be sent out by agency in block 1. (see Instructions II below). 9. Has the local government(s) been contacted? Yes If yes, a. How was contact made? By way of this notice **b. Who was contacted?** Craig Davis, Beaver County Zoning Authority c. What was the response? d. If no response, how is the local government(s) likely to be impacted? Create jobs and increase revenue. 10. Possible significant impacts likely to occur: None 11. Name and phone of district representative from your agency near project site, if applicable: N/A 12. For further information, contact: 13. Signature and title of authorized officer Dusan M White mining Program Coordinator Tom Munson, Enviornmental Scientist

Date: September 19, 2005

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Phone: (801) 538-5321

INSTRUCTIONS

I. Whenever a State agency proposes or is administratively responsible for an action not exempted, it shall complete a State Action form and forward one copy to the Governor's Office of Planning and Budget and the effected areawide clearinghouse(s). All State Actions reviewed by the Resource Development Coordinating Committee (RDCC) within 30 days of receipt will forward all comments and recommendations within the 30-day review period to the initiating State agency. State Agencies may request an extension to the 30-day review period, if additional information is needed.

Questions encountered with the areawide clearinghouse review should be directed to the areawide clearinghouse. The Governor's Office of Planning and Budget will wait for the affected areawide clearinghouse(s) to complete their review before issuing a final clearance to the originator on this STATE ACTION.

II. If the proposed action affects lands within the Jordan River Natural Conservation Corridor (see Error! Not a valid link.), a copy of this completed form must also be submitted to:

Jordan River Natural Areas Forum C/O State and Local Planning Governor's Office of Planning and Budget 116 State Capitol Salt Lake City, UT 84114

Questions regarding JRNACC or JRNAF should be directed to 538-1027.

UTAH STATE AND AREAWIDE CLEARINGHOUSES

| AREAWIDE CLEARINGHOUSES | | MONTHLY MEETINGS | COUNTIES |
|-------------------------|--|-------------------------------------|--|
| 1 | Bear River Association of Governments Roger Jones, Executive Director 170 North Main, Room 2 Logan, UT 84321 Phone (435) 752-7242 | 3 rd Tuesday 1:00 p.m. | Box Elder Cache Rich |
| 2 | Five County Association of Governments John Williams, Executive Director Post Office Box 1550 906 North 1400 West St George, UT 84771-1550 Phone (435) 673-3548 | 2 nd Wednesday 1:30 p.m. | Beaver Garfield Iron Kane Washington |
| 3 | Mountainland Association of Governments Darrell Cook, Executive Director 586 East 800 North Orem, UT 84097-4146 Phone (801) 229-3800 | 4 th Wednesday 7:00 p.m. | Summit Utah Wasatch |
| 4 | Six County Association of Governments Russell Cowley, Director Post Office Box 820 250 North Main Richfield, UT 84701 Phone (435) 896-9222 | 2 nd Wednesday 1:00 p.m. | Juab Millard Piute Sanpete Sevier Wayne |
| 7 | Southeastern Utah Association of Governments Bill Howell, Executive Director 375 S. Carbon Avenue Post Office Box 1106 Price, UT 84501-0881 Phone (435) 637-5444 | 3 rd Thursday 1:00 p.m. | Carbon Emery Grand San Juan |

| 5 | Uintah Basin Association of Governments Curtis Dastrup, Executive Director 855 East 200 North (112-3) Roosevelt, UT 84066 Phone (435) 722-4518 | 3 rd Thursday 1:00 p.m. | Daggett Duchesne Uintah |
|---|--|------------------------------------|---|
| 6 | Wasatch Front Regional Council Wilbur R. Jefferies, Exec. Dir 420 West 1500 South, Suite 200 Bountiful, UT 84010 Phone (801) 292-4469 | 4 th Thursday 3:00 p.m. | Davis Morgan Salt Lake Tooele Weber |

MINE SITE LOCATION MAP - September 19, 2005 Prospect » Francect MOUNTAINS 4520 Prospects Blueacre . (Seta) Princetta 477 K. Confl 18 Mineid: M010067 Minename: WUCC-PALLADON COPPER Operator: WESTERN UTAH COPPER COMPANY State of Utah S27.0 W11.0 Section 07 Department of National Sciences Division of DL Ger end Mixing



Beaver County